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MINUTES OF THE REGULAR COMMISSION MEETING OF THE MICHIGAN PUBLIC SERVICE COMMISSION HELD IN ITS OFFICES ON JUNE 28, 2011

Commission Chairman Orjiakor N. Isiogu called the meeting to order at 1:59 p.m.
Executive Secretary Mary Jo Kunkle called the roll and declared there was a quorum.

PRESENT

Commission: Orjiakor N. Isiogu, Chairman
Monica Martinez, Commissioner
Greg R. White, Commissioner

Staff: Blair Renfro
Judy Palnau
Mary Jo Kunkle
Catherine Bowers
Paul Proudfoot

Public: Kwafo Adarkwa, ITC Holdings
Suzy Denison, MEGA
Beverly Roberts, Consumers Energy
Tim Hoffman, Consumers Energy

Chairman Isiogu welcomed a delegation of esteemed lawmakers from the Federal Republic of Nigeria. The Nigerian Electricity Regulatory Commission and the Michigan Public Service Commission have entered into a partnership for the exchange of experience and information. A delegation is visiting Lansing this week in furtherance of this partnership.

I. Commissioner Martinez moved to approve today's agenda, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The agenda was approved.

II. Commissioner Martinez moved to approve the minutes of the Regular Commission Meeting of June 16, 2011, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The minutes were approved.

III. ORDERS

A. COMMUNICATIONS

1. U-16798 UNITED WAY FOR SOUTHEASTERN MICHIGAN
(2-1-1 designation)

Commissioner Martinez moved that the Commission adopt and issue order dated June 28, 2011 which involves an application for designation as the 2-1-1 answering point for Lapeer County. The order before you grants the applicant's request to dismiss the application without prejudice, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The order was adopted.

2. MINUTE ACTION AT&T MICHIGAN
(Case No. U-14000)

Commissioner Martinez moved that the Commission adopt and issue minute dated June 28, 2011 finding that the attached AT&T Michigan invoice No. 517 R41-0001 067 9 for the period of March 1, 2011 to May 31, 2011 is for wireless emergency service costs recoverable under 2007 PA 165, MCL 484.1408(4)(b). The Commission approves the attached invoice in the amount of \$128,788.08 for reimbursement by the Michigan Department of Treasury, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The minute was adopted.

B. ELECTRIC

1. U-13129 COMMISSION'S OWN MOTION
(low-income and energy efficiency fund – energy assistance)

Commissioner Martinez moved that the Commission adopt and issue order dated June 28, 2011 which involves applications for energy

assistance grants from the Low-Income and Energy Efficiency Fund. The order before you approves grants totaling \$62 million divided among nine applicants, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The order was adopted.

PRESS RELEASE ISSUED

2. U-13129 COMMISSION’S OWN MOTION
(low-income and energy efficiency fund – energy efficiency)

Commissioner Martinez moved that the Commission adopt and issue order dated June 28, 2011 which involves applications for Michigan energy efficiency grants from the Low-Income and Energy Efficiency Fund. The order before you approves a grant for one of the applicants, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The order was adopted.

PRESS RELEASE ISSUED

3. U-16054 CONSUMERS ENERGY COMPANY
(depreciation)

Commissioner Martinez moved that the Commission adopt and issue order dated June 28, 2011 which involves an application filed by Consumers Energy Company requesting approval of revised depreciation rates for electric and common utility plant. The order before you approves a settlement agreement resolving all issues in the case, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The order was adopted.

4. U-16315 NORTHERN STATES POWER COMPANY
(energy optimization reconciliation)

Commissioner Martinez moved that the Commission adopt and issue order dated June 28, 2011 which involves an application filed by Northern States Power Company for approval of its electric and gas energy optimization annual report and reconciliation of costs and revenues pursuant to 2008 PA 295 for the 12-month period ended December 31, 2010. The order before you approves a settlement agreement resolving all issues in the case, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The order was adopted.

5. U-16319 UPPER PENINSULA POWER COMPANY
(energy optimization reconciliation)

Commissioner Martinez moved that the Commission adopt and issue order dated June 28, 2011 which involves an application by Upper Peninsula Power Company for authority to reconcile its 2010 energy optimization costs and revenues and to revise surcharges. The order before you approves a settlement agreement resolving all issues in the case, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The order was adopted.

6. U-16363 WISCONSIN PUBLIC SERVICE CORPORATION
(energy optimization reconciliation)

Commissioner Martinez moved that the Commission adopt and issue order dated June 28, 2011 which involves an application by Wisconsin Public Service Corporation for authority to reconcile its 2010 energy optimization costs and revenues, and to revise surcharges. The order before you approves a settlement agreement resolving all issues in the case, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The order was adopted.

PRESS RELEASE ISSUED

7. U-16531 INDIANA MICHIGAN POWER COMPANY
(self-implementation refund)

Commissioner Martinez moved that the Commission adopt and issue order dated June 28, 2011 which involves an application by Indiana Michigan Power Company for authority to reconcile revenues. The order before you approves a settlement agreement resolving all issues in the case, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The order was adopted.

PRESS RELEASE ISSUED

C. GAS

1. U-16292 MICHIGAN GAS UTILITIES CORPORATION
(energy optimization plan reconciliation)

Commissioner Martinez moved that the Commission adopt and issue order dated June 28, 2011 which involves an application by Michigan Gas Utilities Corporation for approval of its 2010 energy optimization program cost and revenue reconciliation. The order before you approves a settlement agreement, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The order was adopted.

PRESS RELEASE ISSUED

2. U-16294 SEMCO ENERGY COMPANY
(energy optimization plan reconciliation)

Commissioner Martinez moved that the Commission adopt and issue order dated June 28, 2011 which involves an application by SEMCO Energy Gas Company for approval of its 2010 energy optimization program cost and revenue reconciliation. The order before you approves a settlement agreement, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The order was adopted.

PRESS RELEASE ISSUED

3. U-16486 NORTHERN STATES POWER COMPANY
(‘12 GCR plan)

Commissioner Martinez moved that the Commission adopt and issue order dated June 28, 2011 which involves the application by Northern States Power Company for approval of the gas cost recovery plan and factors for the 12-month period ending March 31, 2012. The order before you approves a settlement agreement and authorizes the company to implement a base gas cost recovery factor of \$0.55390 per therm effective with the first billing month immediately following this order, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The order was adopted.

PRESS RELEASE ISSUED

4. U-16487 PRESQUE ISLE ELECTRIC & GAS CO-OP
(‘12 GCR plan)

Commissioner Martinez moved that the Commission adopt and issue order dated June 28, 2011 which involves an application by Presque Isle Electric & Gas Co-op requesting approval of a gas cost recovery plan and factors for the 12-month period ending March 31, 2012. The order before you approves a settlement agreement and authorizes the company to implement a base gas cost recovery factor of \$0.6697 per hundred cubic feet, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The order was adopted.

PRESS RELEASE ISSUED

IV. PUBLIC COMMENTS

There were no public comments.

Chairman Isiogu announced that a press release was issued today indicating that Efficiency United announced that significant customer participation in its programs led to more than 66,250,000 kilowatt-hours of electricity and 3,803,311 hundred cubic feet of natural gas being saved last year.

Chairman Isiogu announced that the next regularly scheduled Commission Meeting will be held on July 12, 2011.

Commissioner Martinez moved that the Commission adjourn, Commissioner White seconded.

Vote: Yeas – Isiogu, Martinez, White
Nays – None

The motion was approved.

The meeting adjourned at 2:11 p.m.

Mary Jo Kunkle
Executive Secretary